(c) the reserve price fixed;

(d) whether the valuation of the Hotel was determined on the basis of the market price or calculated under the discounted cash flow method; and

(e) whether Government would order for calculation on the basis of the market price?

THE MINISTER OF DISINVESTMENT (SHRI ARUN SHOURIE): (a) Disinvestment transaction in respect of Kovalam Ashok Beach Resort, Kovalam (KABR) has been completed on 11.7.2002 with the transfer of 99.97% equity to M/s M. FAR Hotels Limited for a consideration of Rs. 43,68,76,000.

(b) The area under possession of KABR is 16.47 hectares (approximately).

(c) The reserve price for KABR was fixed at Rs. 41.75 crores inclusive of the liabilities towards VRS compensation and gratuity of the employees, who had opted for the Voluntary Retirement Scheme announced by ITDC.

(d) The valuation of KABR was based on the 4 prescribed valuation methodologies, *viz.* Discounted Cash Flow Value, Relative Value, Net Asset Value and adjusted Liquidation Value. the value arrived at under Discounted Cash Flow method, which was the highest of the values under all the methods, was accepted as the reserve price.

(e) Real estate valuation of the property has already been done on the basis of market price, as indicated in the reply to (d) above.

Sale of ITDC Hotels

444. SHRI GHULAM NABI AZAD: Will the Minister of DISINVESTMENT be pleased to state:

(a) whether his Ministry has accepted the bids for sale of four hotels of the India Tourism Development Corporation;

(b) if so, the total amount received through the sale of these four ITDC hotels;

(c) whether these four hotels have suffered a combined loss of Rs. 11 crores during the year 2001-2002; and

(d) the steps being taken to sell other ITDC hotels in future?

THE MINISTER OF DISINVESTMENT (SHRI ARUN SHOURIE): (a) Till date, the Government has accepted the financial bids for the sale of 17 hotels properties of India Tourism Development Corporation Ltd. (ITDC) besides the bid for lease-cum-management contract of 1 hotel.

(b) The total upfront realisation to the Government of India and other statutory bodies etc. from the transactions in respect of the 18 hotels would be Rs. 414.88 crores out of which Rs. 234.79 crores has already been realised. In addition Government will be receiving annual payments in certain cases.

(c) During the year 2001-2002, these 18 hotels suffered a combined loss of Rs. 38.17 crores (provisional).

(d) The status of the remaining ITDC hotel properties is indicated in the Statement enclosed.

Statement

Status of remaining ITDC Hotel properties

Sl. No.	Hotel	Status
1.	Hotel Ranjit, New Delhi	Advertisement inviting Expressions of Interest (EOI) was issued on 5/8.2.01 for sale of 99.97% equity. The property is to be sold on the basis of current land use under the Master Plan of Delhi *i.e.*, "local shopping". A Committee has been formed to determine the rate at which the land value is to be computed.
2.	Hotel Kalinga Ashok, Bhubaneswar	Advertisement inviting Expressions of Interest (EOI) was issued on 1.1.02 for sale of 99.97% equity. Data room study & due diligence have been completed. Concurrence of State Government to share disinvestment proceeds has been received. Further process is on.

Sl. No.	Hotel	Status
3.	Hotel Ashok Jaipur	Advertisement inviting Expressions of Interest (EOI) was issued on 1.1.02 for sale of 99.97% equity. Data room study & due diligence have been completed. Concurrence of State Government to share the disinvestment proceeds awaited.
4.	Hotel Pataliputra Ashok, Patna	Advertisement inviting Expressions of Interest (EOI) was issued on 1.1.02 for sale of 99.97% equity. Data room study & due diligence have been completed. Concurrence of State Government to share the disinvestment proceeds awaited.
5.	Hotel Ashok Jammu	- do -
6.	Ashok Hotel New Delhi	Advertisement inviting Expressions of Interest (EOI) was issued on 11.12.2000 for transferring the hotel on lease-cum-management contract. there was no bidder after two rounds of bidding in Nov., 2001 & Jan., 2002. It has been decided in March, 2002 to exclude the hotel from disinvestment transaction pending formulation of fresh proposals by Ministry of Tourism & Culture.
7.	Hotel Janpath, New Delhi	Advertisement inviting Expressions of Interest (EOI) was issued on 05.08.02 for sale of 99.97% equity. There was no bidder when bids were invited in January 2002. It has been decided in March, 2002 to exclude the hotel from disinvestment transaction pending formulation of fresh proposals by Ministry of Tourism & Culture. Department of Tourism proposes to convert the hotel into Bharat Paryatana Bhavan.

Sl. No.	Hotel	Status
8.	Hotel Samrat New Delhi	Advertisement inviting Expressions of Interest (EOI) was issued on 5/8.2.01 for transferring the hotel on lease-cum-management contract. Financial bids have not been invited due to security related concerns. In March 2002 it has been decided that the re-advertisement for this hotel may be issued after addressing the security related concerns in consultation with the security agencies.
9.	Lalitha Mahal Palace Hotel, Mysore	Proposed to be given on lease-cum-management contract in accordance with the recommendations of Disinvestment Commission. ITDC is operating the hotel on the land & building been given on lease by the Govt. of Karnataka. The Agreement provides for termination of the lease on privatisation. Could not be taken up since the State Government has not given its concurrence for disinvestment.
10.	Hotel Neelachal Ashok, Puri	Joint venture between ITDC (98%) and OTDC (2%). Concurrence of State Government to share disinvestment proceeds received. Further process is on.
11.	Hotel Ranchi Ashok, Ranchi	Joint venture between ITDC (51%) and BSTDC (49%). Concurrence of State Government to share the disinvestment proceeds received awaited.
12.	Hotel Lakeview Ashok, Bhopal	Joint venture between ITDC (51%) and MPSTDC (49%). Concurrence of State Government to share the disinvestment proceeds awaited.
13.	Hotel Brahmaputra Ashok, Guwahati	Joint venture between ITDC (51%) and Govt. of Assam (49%). Concurrence of State Govt. to share the disinvestment proceeds awaited.

Sl. No.	Hotel	Status
14.	Hotel Pondicherry Ashok Pondicherry	Joint venture between ITDC (51%) and PIPDIC (49%). Concurrence of State Government to share the disinvestment proceeds awaited.
15.	Hotel Donyi Polo Ashok, Itanagar	Joint venture between ITDC (51%) and SPIDFC (49%). Concurrence of State Government to share the disinvestment proceeds awaited.
16.	Hotel Punjab Ashok, Anandpur Sahib	Incomplete project, Joint venture between ITDC (51%) and PTDC (49%). Concurrence of State Government to share the disinvestment proceeds awaited.

Progress of disinvestment in PSUs

†445. SHRI P.K. MAHESHWARI: Will the Minister of DISINVESTMENT be pleased to state:

(a) the names of the Public Sector Undertakings in which Government have decided to go in for disinvestement;

(b) the names of the undertakings in which the process of disinvestment started during the last three years and the position of these undertakings at present;

(c) the name of the undertakings in which disinvestment is planned during current financial year and the progress of disinvestment in each undertakings;

(d) whether Government proposes to give priority to those undertakings for disinvestment which are loss-making; and

(e) if not, the reasons therefor?

THE MINISTER OF DISINVESTMENT (SHRI ARUN SHOURIE): (a) In case of the following 31 PSUs, decision for disinvestment has been taken and the disinvestment process is on:—

1. Air India Ltd. (AI)*

†Original notice of the question was received in Hindi.

*The process has not been started again after there was no response for the earlier Sale.